



See a Social Security Number? Say Something!  
Report Privacy Problems to <https://public.resource.org/privacy>  
Or call the IRS Identity Theft Hotline at 1-800-908-4490



**Exempt Organization Business Income Tax Return (and proxy tax under section 6033(e))**

For calendar year 2012 or other tax year beginning \_\_\_\_\_, 2012, and ending \_\_\_\_\_

**2012**

Department of the Treasury  
Internal Revenue Service

▶ See separate instructions.

Open to Public Inspection for 501(c)(3) Organizations Only

<b>A</b> <input type="checkbox"/> Check box if address changed  <b>B</b> Exempt under section <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 220(e) <input type="checkbox"/> 408(e) <input type="checkbox"/> 530(a) <input type="checkbox"/> 408A <input type="checkbox"/> 529(a) <input type="checkbox"/> 529(a)	<b>Print or Type</b>	( <input type="checkbox"/> Check box if name changed and see instructions ) <b>CALIFORNIA-NEVADA SECTION                  AMERICAN WATER WORKS ASSOCIATION                  10574 ACACIA STREET, SUITE D6                  RANCHO CUCAMONGA, CA 91730</b>	<b>D</b> Employer identification number (Employees' trust, see instructions)  94-6114828  <b>E</b> Unrelated business activity codes (see instructions)  541800
<b>C</b> Book value of all assets at end of year  1,751,655.	<b>F</b> Group exemption number (See instructions) ▶ 2004  <b>G</b> Check organization type ▶ <input checked="" type="checkbox"/> 501(c) corporation <input type="checkbox"/> 501(c) trust <input type="checkbox"/> 401(a) trust <input type="checkbox"/> Other trust		

**H** Describe the organization's primary unrelated business activity  
▶ **ADVERTISING INCOME**

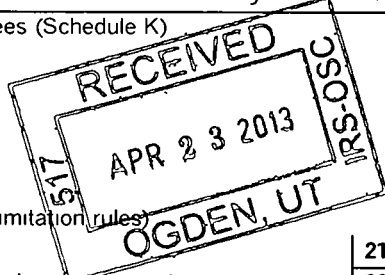
**I** During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? ▶  Yes  No  
If 'Yes,' enter the name and identifying number of the parent corporation ▶

**J** The books are in care of ▶ **SITA RAMAKRISHNAN** Telephone number ▶ **909-481-7200**

Part I Unrelated Trade or Business Income	(A) Income	(B) Expenses	(C) Net
1 a Gross receipts or sales			
b Less returns and allowances			
c Balance ▶	1 c		
2 Cost of goods sold (Schedule A, line 7)	2		
3 Gross profit Subtract line 2 from line 1c	3		
4 a Capital gain net income (attach Schedule D)	4 a		
b Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)	4 b		
c Capital loss deduction for trusts	4 c		
5 Income (loss) from partnerships and S corporations (attach statement)	5		
6 Rent income (Schedule C)	6		
7 Unrelated debt-financed income (Schedule E)	7		
8 Interest, annuities, royalties, and rents from controlled organizations (Schedule F)	8		
9 Investment income of a section 501(c)(7), (9), or (17) organization (Sch G)	9		
10 Exploited exempt activity income (Schedule I)	10		
11 Advertising income (Schedule J)	11	2,180.	
12 Other income (See instructions, attach statement)	12		
13 Total. Combine lines 3 through 12	13	2,180.	250. 1,930.

**Part II Deductions Not Taken Elsewhere** (see instructions for limitations on deductions.)  
(except for contributions, deductions must be directly connected with the unrelated business income)

14 Compensation of officers, directors, and trustees (Schedule K)	14	15	16
15 Salaries and wages	15	16	17
16 Repairs and maintenance	16	17	18
17 Bad debts	17	18	19
18 Interest (attach statement)	18	19	20
19 Taxes and licenses	19	20	21
20 Charitable contributions (See instructions for limitations rules)	20	21	22 a
21 Depreciation (attach Form 4562)	21	22 a	22 b
22 Less depreciation claimed on Schedule A and elsewhere on return	22 a	22 b	23
23 Depletion	23	24	25
24 Contributions to deferred compensation plans	24	25	26
25 Employee benefit programs	25	26	27
26 Excess exempt expenses (Schedule I)	26	27	28
27 Excess readership costs (Schedule J)	27	28	29
28 Other deductions (attach statement)	28	29	30
29 Total deductions. Add lines 14 through 28	29	30	31
30 Unrelated business taxable income before net operating loss deduction Subtract line 29 from line 13	30	31	1,930.
31 Net operating loss deduction (limited to the amount on line 30)	31	32	1,930.
32 Unrelated business taxable income before specific deduction Subtract line 31 from line 30	32	33	1,000.
33 Specific deduction (generally \$1,000, but see line 33 instructions for exceptions)	33	34	930.
34 Unrelated business taxable income. Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32	34		



SCANNED APR 29 2013

**Part III Tax Computation**

**35 Organizations Taxable as Corporations.** (see instructions for tax computation)  
 Controlled group members (sections 1561 and 1563) check here  See instructions and

**a** Enter your share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order)  
**(1)** \$ \_\_\_\_\_ **(2)** \$ \_\_\_\_\_ **(3)** \$ \_\_\_\_\_

**b** Enter organization's share of **(1)** Additional 5% tax (not more than \$11,750) \$ \_\_\_\_\_  
**(2)** Additional 3% tax (not more than \$100,000) \$ \_\_\_\_\_

**c** Income tax on the amount on line 34 **35 c** 140.

**36 Trusts taxable at trust rates.** (see instructions for tax computation) Income tax on the amount on line 34 from  Tax rate schedule or  Schedule D (Form 1041) **36**

**37 Proxy tax.** (see instructions) **37**

**38 Alternative minimum tax** **38**

**39 Total.** Add lines 37 and 38 to line 35c or 36, whichever applies **39** 140.

**Part IV Tax and Payments**

**40 a** Foreign tax credit (corporations attach Form 1118, trusts attach Form 1116) **40 a**

**b** Other credits (see instructions) **40 b**

**c** General business credit Attach Form 3800 (see instructions) **40 c**

**d** Credit for prior year minimum tax (attach Form 8801 or 8827) **40 d**

**e Total credits.** Add lines 40a through 40d **40 e** 0.

**41** Subtract line 40e from line 39 **41** 140.

**42 Other taxes.** Check if from  Form 4255  Form 8611  Form 8697  Form 8866  
 Other (attach statement) **42**

**43 Total tax.** Add lines 41 and 42 **43** 140.

**44 a** Payments A 2011 overpayment credited to 2012 **44 a** 641.

**b** 2012 estimated tax payments **44 b**

**c** Tax deposited with Form 8868 **44 c**

**d** Foreign organizations Tax paid or withheld at source (see instructions) **44 d**

**e** Backup withholding (see instructions) **44 e**

**f** Credit for small employer health insurance premiums (Attach Form 8941) **44 f**

**g** Other credits and payments:  Form 2439 **44 g**

Form 4136  Other \_\_\_\_\_ Total

**45 Total payments.** Add lines 44a through 44g **45** 641.

**46** Estimated tax penalty (see instructions) Check if Form 2220 is attached  **46**

**47 Tax due.** If line 45 is less than the total of lines 43 and 46, enter amount owed **47**

**48 Overpayment.** If line 45 is larger than the total of lines 43 and 46, enter amount overpaid **48** 501.

**49** Enter the amount of line 48 you want **Credited to 2013 estimated tax** 501. **Refunded** **49** 0.

**Part V Statements Regarding Certain Activities and Other Information** (see instructions)

**1** At any time during the 2012 calendar year, did the organization have an interest in or a signature or other authority over a financial account (bank, securities, or other) in a foreign country? If 'Yes', the organization may have to file Form TD F 90-22 1, Report of Foreign Bank and Financial Accounts If 'Yes', enter the name of the foreign country here \_\_\_\_\_ **Yes** **No**

**2** During the tax year, did the organization receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If 'Yes', see instructions for other forms the organization may have to file **Yes** **No**

**3** Enter the amount of tax-exempt interest received or accrued during the tax year **\$** 0. **Yes** **No**

**Schedule A - Cost of Goods Sold.** Enter method of inventory valuation

<b>1</b> Inventory at beginning of year	<b>1</b>	<b>6</b> Inventory at end of year	<b>6</b>
<b>2</b> Purchases	<b>2</b>	<b>7</b> <b>Cost of goods sold.</b> Subtract line 6 from line 5 Enter here and in Part I, line 2	<b>7</b>
<b>3</b> Cost of labor	<b>3</b>		
<b>4 a</b> Additional section 263A costs (attach statement)	<b>4 a</b>		
<b>b</b> Other costs (att stmt)	<b>4 b</b>		
<b>5</b> <b>Total.</b> Add lines 1 through 4b	<b>5</b>	<b>8</b> Do the rules of section 263A (with respect to property produced or acquired for resale) apply to the organization?	<b>Yes</b> <b>No</b>

**Sign Here** Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer: *[Signature]* Date: 4/15/13 Title: EXECUTIVE DIREC

May the IRS discuss this return with the preparer shown below (see instructions)?  Yes  No

**Paid Preparer Use Only**

Print/Type preparer's name: RICHARD K. KIKUCHI, CPA Preparer's signature: *[Signature]* Date: 4/1/13

Check  if self-employed PTIN: P01395163

Firm's name: LANCE, SOLL & LUNGHARD, LLP Firm's EIN: 95-2700123

Firm's address: 203 N. BREA BLVD. STE 203 BREA, CA 92821-4056 Phone no: 714-672-0022

**Schedule C – Rent Income (From Real Property and Personal Property Leased With Real Property)** (see instructions)

1 Description of property		2 Rent received or accrued		3(a) Deductions directly connected with the income in columns 2(a) and 2(b) (attach statement)
(a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)	(b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)	(1)	(2)	
(1)				
(2)				
(3)				
(4)				
Total		Total		

(c) **Total income.** Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A) ▶

(b) **Total deductions.** Enter here and on page 1, Part I, line 6, column (B) ▶

**Schedule E – Unrelated Debt-Financed Income** (see instructions)

1 Description of debt-financed property	2 Gross income from or allocable to debt-financed property	3 Deductions directly connected with or allocable to debt-financed property		
		(a) Straight line depreciation (attach stmt)	(b) Other deductions (attach statement)	
(1)				
(2)				
(3)				
(4)				
4 Amount of average acquisition debt on or allocable to debt-financed property (attach statement)	5 Average adjusted basis of or allocable to debt-financed property (attach statement)	6 Column 4 divided by column 5	7 Gross income reportable (column 2 x column 6)	8 Allocable deductions (column 6 x total of columns 3(a) and 3(b))
(1)		%		
(2)		%		
(3)		%		
(4)		%		
Totals			Enter here and on page 1, Part I, line 7, column (A) ▶	Enter here and on page 1, Part I, line 7, column (B) ▶

Total dividends-received deductions included in column 8 ▶

**Schedule F – Interest, Annuities, Royalties, and Rents From Controlled Organizations** (see instructions)

1 Name of controlled organization	2 Employer identification number	Exempt Controlled Organizations				6 Deductions directly connected with income in column 5
		3 Net unrelated income (loss) (see instructions)	4 Total of specified payments made	5 Part of column 4 that is included in the controlling organization's gross income		
(1)						
(2)						
(3)						
(4)						
Nonexempt Controlled Organizations						
7 Taxable Income	8 Net unrelated income (loss) (see instructions)	9 Total of specified payments made	10 Part of column 9 that is included in the controlling organization's gross income	11 Deductions directly connected with income in column 10		
(1)						
(2)						
(3)						
(4)						
Totals			Add columns 5 and 10. Enter here and on page 1, Part I, line 8, column (A)	Add columns 6 and 11. Enter here and on page 1, Part I, line 8, column (B)		

**Schedule G – Investment Income of a Section 501(c)(7), (9), or (17) Organization** (see instructions)

1 Description of income	2 Amount of income	3 Deductions directly connected (attach statement)	4 Set-asides (attach statement)	5 Total deductions and set-asides (column 3 plus column 4)
(1)				
(2)				
(3)				
(4)				
<b>Totals</b>	Enter here and on page 1, Part I, line 9, column (A).			Enter here and on page 1, Part I, line 9, column (B)

**Schedule I – Exploited Exempt Activity Income, Other Than Advertising Income** (see instructions)

1 Description of exploited activity	2 Gross unrelated business income from trade or business	3 Expenses directly connected with production of unrelated business income	4 Net income (loss) from unrelated trade or business (column 2 minus column 3). If a gain, compute columns 5 through 7.	5 Gross income from activity that is not unrelated business income	6 Expenses attributable to column 5	7 Excess exempt expenses (column 6 minus column 5, but not more than column 4)
(1)						
(2)						
(3)						
(4)						
<b>Totals</b>	Enter here and on page 1, Part I, line 10, column (A)	Enter here and on page 1, Part I, line 10, column (B)				Enter here and on page 1, Part II, line 26

**Schedule J – Advertising Income** (See instructions)

**Part I Income From Periodicals Reported on a Consolidated Basis**

1 Name of periodical	2 Gross advertising income	3 Direct advertising costs	4 Advertising gain or (loss) (col 2 minus col 3). If a gain, compute col 5 through 7.	5 Circulation income	6 Readership costs	7 Excess readership costs (col 6 minus col 5, but not more than col 4)
(1)						
(2)						
(3)						
(4)						
<b>Totals</b> (carry to Part II, line (5))						

**Part II Income From Periodicals Reported on a Separate Basis** (For each periodical listed in Part II, fill in columns 2 through 7 on a line-by-line basis.)

1 Name of periodical	2 Gross advertising income	3 Direct advertising costs	4 Advertising gain or (loss) (col 2 minus col 3). If a gain, compute cols 5 through 7.	5 Circulation income	6 Readership costs	7 Excess readership costs (col 6 minus col 5, but not more than col 4).
(1)						
(2)						
(3)						
(4)						
<b>(5) Totals from Part I</b>						
<b>Totals, Part II</b> (lines 1-5)	Enter here and on page 1, Part I, line 11, column (A)	Enter here and on page 1, Part I, line 11, column (B)				Enter here and on page 1, Part II, line 27

**Schedule K – Compensation of Officers, Directors, and Trustees** (see instructions)

1 Name	2 Title	3 Percent of time devoted to business	4 Compensation attributable to unrelated business
		%	
		%	
		%	
		%	
<b>Total.</b> Enter here and on page 1, Part II, line 14			

CALIFORNIA-NEVADA SECTION  
AMERICAN WATER WORKS ASSOCIATION

94-6114828

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR. 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
FORM 990/990-PF																
FURNITURE AND FIXTURES																
1	29 - FILE CABINET	3/23/99		738							738		S/L	7		0
2	30 - FILE CABINET	3/23/99		880							880		S/L	7		0
3	31 - FILE CABINET	3/23/99		2,500							2,500		S/L	7		0
4	34 - FURNITURE	6/03/99		9,320							9,320		S/L	7		0
5	35 - ED OFFICE FURNITURE	8/16/99		4,153							4,153		S/L	7		0
6	36 - OFFICE DESK	10/01/99		1,019							1,019		S/L	7		0
7	37 - FILE CABINET	6/04/03		2,156							2,156		S/L	7		0
8	38 - FILE CABINET	12/16/03		2,254							2,254		S/L	7		0
9	39 - FURNITURE & FIXTURES	5/19/04		2,474							2,474		S/L	7		0
10	51 - FURNITURE & FIXTURES	6/30/06		20,136							20,136		S/L	7		3,345
11	52 - FURNITURE & FIXTURES	7/06/06		3,276							3,276		S/L	7		0
12	54 - FIXTURES	12/31/06		2,775							2,775		S/L	7		396
13	57 - OFFICE FURNITURES	4/26/07		7,369							7,369		S/L	7		1,053
14	61 -COMP RACKS CONF TABLE	3/30/07		3,375							3,375		S/L	5		169
15	82 - CHAIRS	11/24/09		1,063							1,063		S/L	5		213
54	SOFTWARE UPGRADES & STORA	7/01/11		9,589							9,589		S/L	5		0
56	PANO KIT & STORECENTER	7/01/11		3,181							3,181		S/L	5		636
TOTAL FURNITURE AND FIXTURE																
76,258 0 0 0 0 0 0 0 0 0 76,258 55,168																
MACHINERY AND EQUIPMENT																
16	10 - SCANTRON MACHINE	12/12/02		13,761							13,761		S/L	5		0
17	19 - LAPTOP DIMENSION	12/16/03		1,945							1,945		S/L	5		0
18	20 - LAPTOP	12/16/03		1,945							1,945		S/L	5		0

CALIFORNIA-NEVADA SECTION  
AMERICAN WATER WORKS ASSOCIATION

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
19	22 - SCANTRON MACHINE	2/13/04		4,254							4,254	4,254	S/L	5		0
20	23 - LCD PROJECTION	6/29/04		1,463							1,463	1,463	S/L	5		0
21	47 - 8 MICROSOFT XP PRO	3/14/03		1,705							1,705	1,705	200DB HY	3		0
22	48 - 8 OFFICE XP PRO	3/27/03		3,946							3,946	3,946	200DB HY	3		0
23	49 - WEBSITE DEVELOPMENT	10/20/04		6,150							6,150	6,150	200DB HY	3		0
24	53 - TELEPHONE & CABLING	5/18/06		4,087							4,087	4,087	S/L	5		0
25	58 - DELL LAPTOPS	2/23/07		8,310							8,310	8,033	S/L	5		277
26	59 - DELL SERVER	5/24/07		7,256							7,256	6,651	S/L	5		635
27	62 - TELEPHONE EQUIPMENT	12/14/07		10,883							10,883	6,350	S/L	7		1,553
28	63 - METROLOGIC SCANNERS	10/09/07		8,469							8,469	7,199	S/L	5		1,270
29	64 - 3 COMPUTERS	10/15/08		4,430							4,430	2,880	S/L	5		886
30	65 - DATABASE SOFTWARE	7/01/08		226,115							226,115	79,142	S/L	10		22,612
31	68 - DATABASE LICENSE	3/14/08		16,230							16,230	16,230	S/L	3		0
32	69 - DATABASE CONSULTING	12/01/08		17,523							17,523	17,523	S/L	3		0
33	70 - CRYSTAL REPORTS	7/31/08		28,741							28,741	28,741	S/L	3		0
34	71 - SERVER UPGRADES	5/08/08		2,406							2,406	1,764	S/L	5		481
35	72 - SERVER UPGRADES	6/26/08		4,539							4,539	3,178	S/L	5		908
36	73 - TELEPHONE EQUIPMENT	1/01/08		2,332							2,332	1,864	S/L	5		468
37	74 - DELL LAPTOPS 3	1/20/09		2,610							2,610	1,523	S/L	5		522
38	75 - STORAGE SHELVES	5/15/09		1,200							1,200	640	S/L	5		240
39	76 - WEBSITE UPGRADE	2/28/09		8,043							8,043	4,558	S/L	5		1,609
40	77 - SERVER UPGRADES	3/31/09		1,187							1,187	652	S/L	5		237
41	78 - UPGRADES WEB & CRYST	5/01/09		1,050							1,050	560	S/L	5		210
42	79 - REPORTS	7/01/09		2,283							2,283	1,142	S/L	5		457
43	80 - COMPUTERS 2	9/20/09		4,154							4,154	1,870	S/L	5		831
44	81 - BUYOUT PHONE SYSTEM	11/20/09		1,124							1,124	469	S/L	5		225
45	83 - SERVER	5/26/10		10,229							10,229	3,239	S/L	5		2,046

CALIFORNIA-NEVADA SECTION  
AMERICAN WATER WORKS ASSOCIATION

94-6114828

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR. 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAG /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.	
46	84 - CANNON COPIER	12/21/10		53,327							53,327	7,602	S/L	5		7,602	
55	GRAPHIC COMPUTER	5/20/11		1,425							1,425	285	S/L	5		285	
57	DELL COMPUTERS	1/23/12		2,967							2,967	2,121	S/L	5		593	
58	SYNTECH-LAPTOPS	9/28/12		2,121							2,121	1,076	S/L	5		424	
59	WINDOWS 7	6/27/12		1,076							1,076	2,610	S/L	5		215	
60	QB VERSION	5/30/11		2,610							2,610	522	S/L	5		522	
61	POWEREDGE R710 SERVER	2/24/11		2,373							2,373	475	S/L	5		475	
62	NETWORK STORAGE DEVICE	1/30/12		8,951							8,951	1,639	S/L	5		1,279	
63	SYNOPTICK (LABOR NETWORK)	2/29/12		1,639							1,639		S/L	5		234	
TOTAL MACHINERY AND EQUIPME				484,859	0	0	0	0	0	0	484,859	242,348					47,096
MISCELLANEOUS																	
47	40 - SIGNAGE	3/30/99		765							765	765	S/L	5		0	
48	41 - SIGNAGE	4/21/99		1,034							1,034	1,034	S/L	5		0	
49	42 - TENANT IMPROVEMENTS	4/27/99		14,329							14,329	14,329	S/L	5		0	
50	50 - IMPROVEMENTS	3/16/04		17,176							17,176	3,989	S/L	39		0	
51	55 - A/C UNIT	1/18/07		6,111							6,111	5,723	S/L	53		1,164	
52	NEW COMPRESSOR	12/04/07		1,800							1,800	719	S/L	5		400	
53	67 - SECURITY KEYPAD	7/16/08		3,259							3,259	1,423	S/L	5		652	
TOTAL MISCELLANEOUS				44,474	0	0	0	0	0	0	44,474	27,982					2,216
TOTAL DEPRECIATION				605,591	0	0	0	0	0	0	605,591	325,498					55,124
GRAND TOTAL DEPRECIATION				605,591	0	0	0	0	0	0	605,591	325,498					55,124